

ALABAMA HAZARDOUS WASTES MANAGEMENT AND MINIMIZATION ACT (AHWMMA)

Compliance Evaluation Inspection (CEI) Report

1) Author of Report

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2) Facility Information

Hyundai Power Transformers USA 215 Folmar Parkway Montgomery, Montgomery County, Alabama 36105

EPA ID Number: ALR000050989

NAICS Code: 335311

Telephone: (334) 481-2071

3) Responsible Official

Mr. Ronald Martin, Safety Supervisor

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Telephone: (334) 481-2076

4) <u>Inspection Participants</u>

Mr. Martin

Mr. Tony Wojciechowski, Senior Manager of Human Resources

Ms. Paula Whiting, Environmental Engineer

US Environmental Protection Agency - Region IV

Ms. L. J. Knickerbocker

5) <u>Date of Inspection</u>

March 24, 2016

6) Applicable Regulations

ADEM Administrative Code Division 335-14, Hazardous Waste Program Regulations.

7) <u>Purpose of Inspection</u>

The purpose of the inspection was to determine the facility's compliance with all applicable requirements

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of Division 14 of the ADEM Administrative Code.

8) Facility Description

Hyundai Power Transformers USA (hereinafter "HPT") manufactures electrical power transformers for the power generation and transfer industry. The production facility occupies approximately 319,000 square feet and has been in operation since 2012. The facility operates two 10-hour shifts, Monday through Friday and every other Saturday. HPT employs 315 people; of these, seven employees manage hazardous waste during the performance of their job duties.

In its most recent notification of regulated waste activity (ADEM Form 8700-12, dated July 20, 2015) HPT identified itself as a small quantity generator of ignitable (D001) hazardous waste, a small quantity handler of universal waste, and a used oil generator. Processes that generate hazardous waste were identified as painting operations, transformer testing, and machine maintenance.

Observations

On March 24, 2016, Ms. Whiting and I (hereinafter "we" or "us") arrived at the site at 9:40 a.m. and proceeded to the lobby area, where we were met by Mr. Martin and Mr. Wojciechowski. We introduced ourselves and explained the purpose of our visit, then proceeded to a conference room where we held the opening meeting and they provided background information about the site and an overview of its operations. Aside from the transformer assembly plant, the site has a fabrication shop that manufactures all the fittings for the coolant systems and a paint shop where the assembled transformers are coated to control corrosion. Some aerosol spray paints are used. Thinners and solvents include Toluene and/or acetone. Used oil is generated through equipment maintenance. Spent fluorescent lamps are managed as universal waste. Paint and solvent waste is the main hazardous waste stream.

The facility representatives guided us on the brief walk-through of the assembly area, during which they explained the production process:

Bundles of thin wire are twisted together to form a thick cable, known as a "winding"; the "core" or carcass of the transformer is constructed from carefully fitted sections of wood; a coolant system, called the "plumbing", is fitted to the core so that oil can flow throughout the unit and dissipate heat; and then the windings are coiled around the core. During the coiling process, each winding must be wrapped with paper to insulate it from the adjacent windings, the plumbing, and the core to prevent short circuits; cardboard is also wrapped around the core between each layer of the windings to further insulate the unit. An outer casing is added to protect the entire assembly from damage.

The plumbing of the assembled transformer is filled with coolant oil and the unit is tested to ensure it meets specification. Once it passes, the oil is drained and stored for continued use and the transformer is placed in a drying oven to drive off any remaining oil or moisture.

Once dry, the plumbing lines are filled with dry air and capped. The transformer is disassembled for shipment and reassembled upon arrival.

Following the introductory tour, Ms. Whiting conducted the site inspection while I accomplished the document review. See Photograph #1 for an overview of the facility.

During the site inspection, Ms. Whiting noted the following:

Used Oil Tanks

The oil used during the transformer testing phase can be reused multiple times, but eventually breaks down and is no longer suitable for use. At that point it is pumped into tank #8, which holds 2,600 gallons. It is stored until it is collected by either Safety Kleen (EPA ID number TXR000081205) or Buck

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Oil (EPA ID ALR000009571), in Montgomery, Alabama.

See Photograph #2.

Paint Shop

In this area, any portions of the transformer that will be exposed to the elements are coated to control corrosion. Most of the painting is done using a compressed air sprayer inside a paint booth; the paint pot is equipped with a removable liner. Once empty, the liner with the remaining paint (called a "puck") is placed in a solvent distillation unit. Recovered solvents are used to clean the paint guns. The bottoms from the distillation unit are managed as a hazardous waste; the empty liners are managed as solid waste, as are the paint filters. Aerosol spray paint is used to touch up small areas. According to the fabrication manager, spent aerosol cans are punctured, but no effort is made to capture or contain the liquid or propellants.

One 55-gallon open-top satellite accumulation container containing paint pucks was not marked in any way and was not closed: the lid was in place, but was not secured by a drum ring. This container was closed prior to our departure from the site. Two non-empty aerosol paint cans were discovered in the solid waste trash. See Photograph #3 through Photograph #6.

Fabrication Shop

In this area, the protective cover and all the fittings for each transformer's plumbing system are fabricated. The finished parts are sent to the Paint Shop for coating, then moved to the assembly building for installation.

No issues were noted in this area.

Maintenance Shop

This area is dedicated to on-site maintenance activities. Universal waste (UW) lamps and used oil generated during maintenance activities are stored here as well.

One uncontained, unmarked two-foot long fluorescent lamp was found in the area designated for UW and electronic waste storage. It was immediately placed in a marked and dated corrugated cardboard box.

Behind the Maintenance Shop there were four totes of used oil staged on the concrete drive way. None were marked with the words "Used Oil". Three were closed, but the fourth was open. It had an lidded pouring funnel screwed into the bung, but there was no latching mechanism on the funnel.

See Photograph #7 through Photograph #9.

Records Review

During the records review, we requested the following documents and records:

- Hazardous waste determinations
- Waste profiles for all waste disposed in Alabama
- Documentation of the quantity of hazardous waste generated each month
- Hazardous waste manifests
- Land disposal restriction (LDR) notices
- Facility inspection logs, weekly container storage, daily tank systems, weekly drip pads
- Written description of the Training program
- Documentation of initial training
- Documentation of arrangements with police, fire, & emergency responders
- Notice to local hospitals



All hazardous waste manifests were available and well organized; they indicate that HPT generates and ships off-site an average of three 55-gallon drums of paint waste each month. According to Mr. Martin, the drums are seldom full. The manifests all include EPA hazardous waste numbers D001 (ignitable), D005 (barium), D006 (cadmium), D018 (benzene), and F003 and F005 (non-halogenated solvents); LDR notices are kept with the manifests. Manifest #00426741SKS, dated August 6, 2015, lacked the signed, returned to generator copy.

HPT's most recent 8700-12 indicated that its hazardous waste only carried the ignitability characteristic (D001).

The site has an extensive written hazardous waste minimization plan.

HPT has made hazardous waste determinations on all solid wastes generated at the site.

The hazardous waste determination for the spent paint filters originally identified them as hazardous waste. Following the inspection, HPT personnel had the filters retested; analytical results dated April 18, 2016 indicated that the filters are nonhazardous.

HPT has not provided any form of hazardous waste or emergency response training to its workers that manage or handle hazardous waste.

HPT has not conducted or documented weekly hazardous waste inspections. Mr. Martin stated that they do not have a hazardous waste storage area and that all wastes are kept in satellite accumulation areas until they are collected.

Summary

Based on observations made at the time of the inspection, HPT appears to be a small quantity generator, small quantity universal waste handler, and a used oil generator. The following possible noncompliant items were noted at the time of the inspection:

- HPT's most recent 8700-12 did not include all of the EPA hazardous waste numbers for the wastes generated at the site; it only included D001.
- HPT had not provided hazardous waste management training to its employees that handle hazardous waste.
- One hazardous waste manifest lacked the signed, returned to generator copy.
- One satellite accumulation container of paint and solvent waste in the paint area was not marked or labeled in any way.
- HPT did not make a hazardous waste determination of two aerosol spray paint cans that had been disposed in the solid waste trash. Both still held product.
- According to the fabrication manager, aerosol spray cans are punctured, but no attempt is made to capture the liquids or propellants.
- One spent UW fluorescent lamp was not marked, dated, or stored in a container.
- One tank holding used oil (UO) was not marked with the words "Used Oil".
- One tote of UO was not closed.
- Four totes of UO were not marked with the words "Used Oil".

Following the inspection, we met with Mr. Martin and Mr. Wojciechowski for a closing meeting. We reviewed our observations, and gave them the opportunity to ask questions. At the conclusion of the closing conference, I prepared a *Preliminary Inspection Report* describing our findings. I left the top copy of the form with Mr. Martin and we departed the site at 3:00 p.m.

9) Signed



Compliance and Enforcement Section Industrial Hazardous Waste Branch Land Division

June 07, 2016

Date

10) <u>Concurrence</u>

Clethes Stallworth, Chief Compliance and Enforcement Section Industrial Hazardous Waste Branch Land Division

June XX, 2016

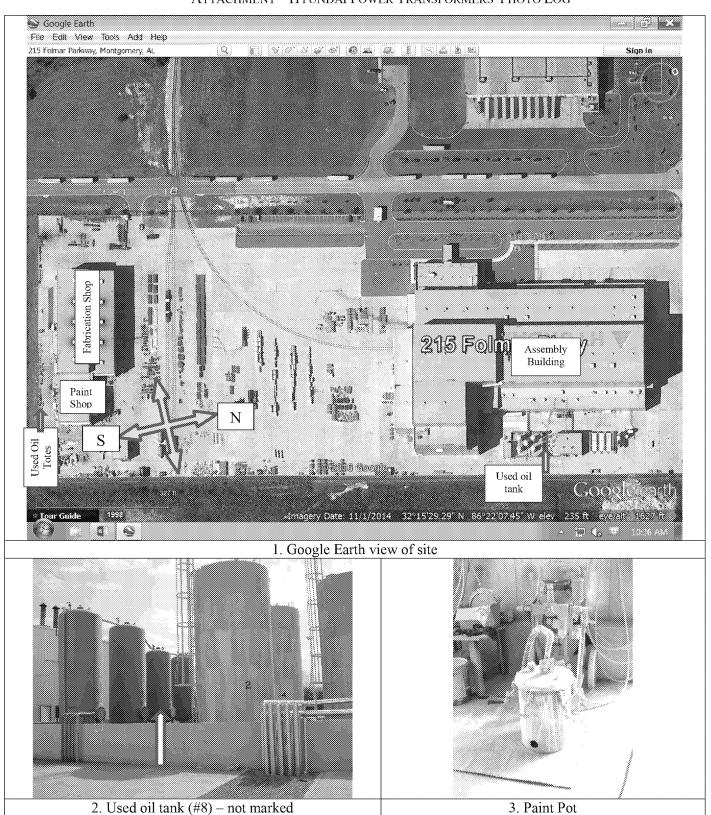
Date

Attachment - Photo Log

39984 ALR000050989 101 20160607 HWTM CEI Report



ATTACHMENT - HYUNDAI POWER TRANSFORMERS PHOTO LOG



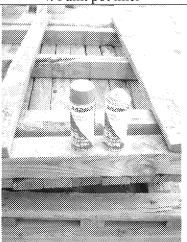
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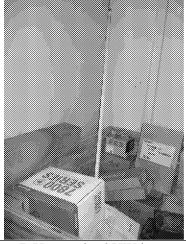
4. Paint pot liner



5. SAA drum of paint pucks – not marked or closed



6. Non-empty aerosol cans retrieved from trash



7. Uncontained UW lamp



8. UW lamp placed in a marked, dated box



9. Used oil totes – not marked, one not closed